

State of Utah

Department of **Natural Resources**

MICHAEL R. STYLER **Executive Director**

Division of Oil, Gas & Mining

> JOHN R. BAZA Division Director

JON M. HUNTSMAN, JR. Governor

> GARY R HERBERT Lieutenant Governor

> > July 20, 2006

Carl L. Hurst Jr. Land of Health LC 1150 E 300 N Layton, Utah 84040

Subject: Summary of Requirements in Response to Letter, Requirement to Post Reclamation Surety, dated June 8, 2006, Land of Health LC, Ursa Major

Mine Site (S/055/017), Wayne County, Utah

Dear Mr. Hurst:

Thank you for your recent inquiry responding to the Division letter dated June 8, 2006. This letter provided information about the recent rule changes resulting in reclamation surety requirements for small mines and exploration projects within the state of Utah.

It has been determined the required bond amount for your site is One Thousand dollars, \$1000.00. An overview of the various reclamation surety bond options was provided to you, as well as the benefits and disadvantages of each. Based on that information, you are considering a cash bond in the form of certified funds. If you decide on another form of surety, please contact Minerals Coordinator, Beth Ericksen, for assistance with the necessary details for completion of the paperwork.

A small mine reclamation contract will be required for completion of the surety process. Beth Ericksen will email the reclamation contract, which will be signed by an authorized person of the company, notarized and returned in its original form to the Division, attention Minerals Regulatory Program.

As a reminder, the deadline to complete this process (approved reclamation surety and reclamation contract) is December 8, 2006.

Page 2 Carl Hurst July 19, 2006

The Division appreciates your attentiveness and responsiveness to the rule changes that have occurred resulting in this requirement. If you have any questions or require discussion regarding the content of this letter, please contact Beth Ericksen at (801) 538-5318.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Juranm. White

SMW:BE:pb

Enclosures:

Beth Ericksen, DOGM Paul Baker, DOGM

P:\GROUPS\MINERALS\WP\M055-Wayne\s0550017-Ursa Major\final\June8confirmation.doc